

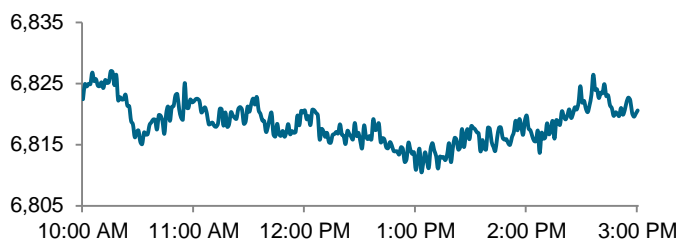
DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



JUNE 14, 2017

TASI Intraday



Source: Reuters

Saudi Stock Indices

| Index | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|--------------------------------|------------|---------|-------|-------|----------|
| Saudi (TASI) | 6,821 | 0.0 | -0.7 | -5.4 | 16.1 |
| Saudi (NOMU) | 4,029 | 0.8 | -0.5 | NA | NA |
| Energy | 4,055 | 0.0 | -0.9 | -18.5 | 13.0 |
| Materials | 4,630 | -0.2 | -0.7 | -7.1 | 17.5 |
| Capital Goods | 3,969 | 0.3 | -2.4 | -20.5 | 15.5 |
| Com. & Prof. Svc | 3,944 | -0.3 | -2.6 | -21.8 | 16.8 |
| Transportation | 3,749 | -1.0 | -2.3 | -26.5 | 14.5 |
| Cons. Durables & Apparel | 4,217 | 0.3 | -1.3 | -9.2 | NA |
| Consumer Services | 3,841 | -0.2 | -1.1 | -20.5 | 10.3 |
| Media | 4,098 | -1.9 | -3.2 | -20.0 | NA |
| Retailing | 5,620 | 1.1 | 0.9 | 14.5 | 22.0 |
| Food & Staples Retailing | 5,104 | 1.7 | 0.7 | 1.0 | 21.6 |
| Food & Beverages | 5,554 | -0.4 | 0.0 | 13.3 | NA |
| Health Care Equipment | 4,806 | 0.6 | -0.9 | -4.2 | 27.7 |
| Pharma, Biotech & Life Science | 4,657 | 0.6 | 0.9 | -13.5 | 11.5 |
| Banks | 4,849 | 0.2 | 0.0 | -4.6 | 10.3 |
| Diversified Financials | 4,305 | -0.1 | -0.4 | -13.7 | NA |
| Insurance | 4,712 | 0.6 | -0.9 | -4.1 | 16.6 |
| Telecommunication | 4,692 | -0.3 | -0.6 | -6.2 | 16.1 |
| Utilities | 4,615 | -0.8 | -2.1 | -5.1 | 10.9 |
| REITs | 5,589 | 1.5 | 1.6 | 11.8 | NA |
| Real Estate | 4,616 | -0.2 | -2.5 | -8.0 | 46.3 |

Sources: Bloomberg, Reuters

Top 5 Gainers

| Company | Last Close | % Change | Value (SAR mn) |
|--|------------|----------|----------------|
| Gulf Union Cooperative Insurance Co. | 17.54 | 10.0% | 5.5 |
| Salama Cooperative Insurance Co. | 17.02 | 4.2% | 11.5 |
| National Medical Care Co. | 45.96 | 3.7% | 13.1 |
| Fawaz Abdulaziz AlHokair Co. | 39.88 | 3.6% | 23.0 |
| Malath Cooperative Insurance and Reinsurance Co. | 18.02 | 1.2% | 0.2 |

Source: Tadawul

Upcoming General Assembly Meetings

| Company | Proposed Date |
|---|---------------|
| Alujain Corp. | 14-Jun-17 |
| Umm Al-Qura Cement Company | 14-Jun-17 |
| Saudi Indian Company for Co-operative Insurance | 14-Jun-17 |
| National Industrialization Co. | 14-Jun-17 |
| Saudi Industrial Development Co. | 18-Jun-17 |
| Amana Cooperative Insurance Co. | 18-Jun-17 |

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of June 14, 2017
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- The TASI ended flat to close at 6,821 on Tuesday. The NOMU ended 0.8% higher to close at 4,029. TASI traded value totaled SAR 1.6bn and averaged SAR 2.6bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 60.9% of the daily traded value.
- Banks ended 0.2% higher while Materials ended 0.2% lower. Telecom ended 0.3% lower. Food & Staples Retailing (up 1.7%) was the best performer. Among stocks, Gulf Union Cooperative Insurance Co. (8120/GULFUNI AB), Salama Cooperative Insurance Co. (8050/SALAMA AB), and National Medical Care Co. (4005/CARE AB) led gainers.
- According to data from the General Authority for Statistics, the Ministry of Municipalities and Rural Affairs issued 129,000 construction licenses across the Kingdom in 2016, down 0.4% Y/Y. Makkah led with 35,600 licenses, followed by Riyadh with 28,100. (Source: Argaam)
- Saudi Arabia is expected to double natural gas supplies and increase its usage in public infrastructure facilities by 70% during the coming decade, Saudi Press Agency (SPA) reported, citing the Minister of Energy, Industry, and Mineral Resources. (Source: Mubasher)
- Red Sea International Co. (4230/REDSEA AB) revealed it extended a joint venture agreement between a subsidiary and Brazil-based Direcional Engenharia SA (DIRR3 BZ) for two years, starting February 28, 2017. (Source: Tadawul)
- The Capital Market Authority approved Osool & Bakheet Investment Co.'s request to offer, register, and list units of AlMa'athar Real Estate Investment Traded Fund (REIT) on the Saudi Stock Exchange (Tadawul). (Source: Tadawul)
- According to National Medical Care Co.'s (4005/CARE AB) statement to Tadawul, the company signed a three-year SAR 256mn (USD 68.2mn) contract with the Ministry of National Guard to provide services to King Abdul Aziz Medical City's long-stay inpatients. (Source: Argaam)

Top 5 Losers

| Company | Last Close | % Change | Value (SAR mn) |
|--|------------|----------|----------------|
| Saudi Research and Marketing Group | 28.65 | -2.4% | 1.9 |
| Batic Investments and Logistics Co. | 49.74 | -1.9% | 4.2 |
| Saudi Fisheries Co. | 25.94 | -1.6% | 4.8 |
| Al Hammadi Co for Development & Investment | 37.45 | -1.5% | 19.0 |
| Taleem REIT Fund | 13.39 | -1.5% | 27.1 |

Most Active Stocks by Value (SAR mn)

| Company | Last Close | % Change | Value (SAR mn) |
|---|------------|----------|----------------|
| Alinma Bank | 14.22 | 0.0% | 307.9 |
| Saudi Basic Industries Corp. | 98.70 | -0.3% | 254.4 |
| Dar Alarkan Real Estate Development Co. | 6.27 | -0.2% | 195.2 |
| Al Rajhi Bank | 62.03 | 0.3% | 169.8 |
| Al-Baha Investment & Development Co. | 21.91 | 0.9% | 72.2 |

Source: Tadawul

PUBLIC Disclaimer:

This report has been prepared solely for information purposes and is not an offer to buy or sell or a solicitation of an offer to buy or sell any security or instrument or to participate in any particular investment or trading strategy. The data in the report is based on or derived from information generally available to the public from sources believed to be reliable. No representation or warranty can be given with respect to the accuracy or completeness of the information.

DAILY MARKETS OVERVIEW

السعودي الفرنسي كابيتال
Saudi Fransi Capital
تميز في الخدمة، تفوق في الأداء



JUNE 14, 2017

GCC Stock Indices

| Index | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|-----------------|------------|---------|-------|-------|----------|
| Dubai (DFM) | 3,442 | 0.4 | 1.2 | -2.5 | 16.5 |
| Abu Dhabi (ADX) | 4,538 | 0.6 | 1.4 | -0.2 | 16.4 |
| Kuwait (KSE) | 6,777 | 0.0 | -0.1 | 17.9 | 18.4 |
| Qatar (QE) | 9,095 | -0.4 | -1.5 | -12.9 | 15.1 |
| Oman (MSM) | 5,314 | 0.0 | -0.8 | -8.1 | 12.1 |
| Bahrain (BSE) | 1,327 | 0.4 | 0.3 | 8.8 | 8.3 |
| DJMENA Index | 506 | 0.1 | -0.4 | -2.6 | NA |

Source: Bloomberg, Reuters

Global Stock Indices

| Index | Last Close | 1 Day % | WTD % | YTD % | PE (TTM) |
|-----------------------|------------|---------|-------|-------|----------|
| US (S&P 500) | 2,440 | 0.5 | 0.4 | 9.0 | 21.7 |
| US (NASDAQ 100) | 6,220 | 0.7 | 0.2 | 15.6 | 24.8 |
| UK (FTSE 100) | 7,500 | -0.2 | -0.4 | 5.0 | 32.6 |
| Germany (DAX) | 12,765 | 0.6 | -0.4 | 11.2 | 20.0 |
| France (CAC 40) | 5,262 | 0.4 | -0.7 | 8.2 | 19.5 |
| Russia (MICEX) | 1,861 | -1.2 | -1.2 | -16.6 | 6.3 |
| Japan (Nikkei) | 19,899 | 0.0 | -0.6 | 3.9 | 19.1 |
| Hong Kong (HSI) | 25,852 | 0.6 | -0.7 | 17.5 | 13.9 |
| South Korea (KOSPI) | 2,375 | 0.7 | -0.3 | 17.2 | 12.2 |
| China (SHCOMP) | 3,154 | 0.4 | -0.1 | 1.6 | 16.8 |
| India (NIFTY) | 9,607 | -0.1 | -0.6 | 17.4 | 22.5 |
| Brazil (IBOV) | 61,829 | 0.2 | -0.6 | 2.7 | 16.7 |
| Turkey (BIST 100) | 99,300 | -0.1 | 0.4 | 27.1 | 10.5 |
| Egypt (EGX30) | 13,531 | 0.3 | -1.1 | 9.6 | 12.0 |
| MSCI Emerging Markets | 1,010 | 0.1 | -0.8 | 17.1 | 15.3 |
| MSCI World | 1,929 | 0.5 | 0.3 | 10.1 | 21.7 |

Source: Bloomberg, Reuters

Commodities Prices

| Index | Last Close | 1 Day % | WTD % | YTD % | 1 Year % |
|------------------------|------------|---------|-------|-------|----------|
| Brent Crude (\$/bbl) | 48.7 | 0.9 | 1.2 | -14.3 | -3.2 |
| Natural Gas (\$/mmbtu) | 3.0 | -1.9 | -2.4 | -17.3 | -1.5 |
| Gold (\$/oz) | 1,267 | 0.1 | 0.0 | 9.9 | -1.3 |
| Silver (\$/oz) | 16.9 | -0.4 | -1.8 | 6.1 | -3.2 |
| Platinum (\$/oz) | 927 | -1.9 | -1.5 | 2.5 | -6.5 |
| Copper (\$/t) | 5,686 | -1.0 | -1.6 | 2.9 | 25.2 |
| Zinc (\$/t) | 2,454 | -0.9 | -2.4 | -4.0 | 18.8 |
| Lead (\$/mt) | 2,036 | -2.0 | -2.9 | 2.6 | 19.9 |
| Wheat (\$/bu) | 445 | 2.5 | -0.2 | 2.5 | -21.0 |
| Corn (\$/bu) | 381 | 1.0 | -1.7 | 4.6 | -15.4 |
| Sugar (\$/lb) | 14.0 | -1.3 | -3.1 | -24.8 | -21.9 |

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

| Country | Last Close | 1 Day Change | YTD Change | Spread* |
|--------------|------------|--------------|------------|---------|
| US | 1.24 | 0.00 | 0.24 | 0.00 |
| Saudi Arabia | 1.74 | 0.00 | -0.30 | 0.49 |
| UAE | 1.50 | 0.00 | 0.02 | 0.26 |
| Kuwait | 1.63 | 0.00 | 0.19 | 0.38 |
| Qatar | 2.30 | 0.09 | 0.52 | 1.06 |
| Bahrain | 2.25 | 0.00 | 0.15 | 1.01 |

Source: Reuters

NOTES: (1) Prices updated as of June 14, 2017 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable

GCC & Global Markets Update

- US markets ended in green on Tuesday. The S&P 500 and NASDAQ closed 0.5% and 0.7% higher respectively. Dow Jones Industrial ended 0.4% higher. In Europe, the UK ended 0.2% lower while Germany and France gained 0.6% and 0.4% respectively.
- Asian markets are trading in red on Wednesday. China is down by 0.6% while Japan is trading flat. South Korea and Hong Kong both are down by 0.3%. India is trading 0.2% lower in morning trade.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi ended 0.4% and 0.6% higher respectively. Kuwait closed flat while Qatar declined by 0.4%. Oman ended flat while Bahrain gained 0.4%.
- According to data released by the National Centre for Statistics & Information (NCSI), Oman's consumer inflation for May 2017 reached 1.9% Y/Y, supported by rise of 7.5% in transport, 1.6% in housing, water, electricity, gas and other fuels, and 23.9% in tobacco. (Source: Gulf Base)
- According to Qatar National Bank's (QNBK QD) 'Qatar monthly monitor', the country's international reserves stood at USD 34.8bn (QAR 127bn) in April 2017 compared with USD 34.3bn (QAR 125bn) in March 2017. (Source: Gulf Base)
- According to Arabic newspaper Alayam, Bahrain expects a budget deficit of BHD 1.3bn (USD 3.4bn) for 2017 and 2018 due to the decline in oil prices. Revenue is expected to be BHD 2.2bn (USD 5.8bn), whereas expenditure is projected at BHD 3.5bn (USD 9.3bn). (Source: Mubasher)
- Saudi Arabia's General Authority of Civil Aviation signed a memorandum of understanding (MoU) with the UAE's General Civil Aviation Authority to increase the number of weekly flights between the two countries to 86. (Source: Argam)
- According to the CEO of Dubai Investment Development Agency (Dubai FDI), the agency seeks to attract FDI from Canada after it led a trade mission that toured the Canadian cities of Toronto and Montreal, participating in a series of seminars and B2B meetings. (Source: Mubasher)
- UAE-based Azizi Developments launched the Farhad Azizi building project, worth AED 600mn (USD 163mn), the company's second residential building in Dubai Healthcare City. The project spans 728,715 square meters, with 634 residential units, of which 396 are studio apartments and 228 flats. (Source: Mubasher)
- UK-based Petrofac Ltd (PFC LN) won a five-year, USD 35mn (KWD 10.7mn) contract to provide specialist technical training and competency development services for Kuwait Oil Company (KOC). (Source: Trade Arabia)
- According to Eshraq properties Co.'s (ESHRAQ UH) bourse statement, the company entered into an agreement to divest its entire 4.5% stake in Ward Holdings for AED 68mn (USD 18.5mn). (Source: Mubasher)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended June 9 (prior: 3.3mn barrels) will be announced today. (Source: Econoday)
- US Federal Open Market Committee (FOMC) meeting's decision on fed funds rate (prior: 0.75% to 1.0%; consensus: 1.0% to 1.25%) will be announced today. (Source: Econoday)
- US jobless claims for the week ended June 10 (prior: 245K; consensus: 242K) will be announced tomorrow. (Source: Econoday)

PUBLIC Disclaimer:

This report has been prepared solely for information purposes and is not an offer to buy or sell or a solicitation of an offer to buy or sell any security or instrument or to participate in any particular investment or trading strategy. The data in the report is based on or derived from information generally available to the public from sources believed to be reliable. No representation or warranty can be given with respect to the accuracy or completeness of the information.



Contacts

RESEARCH & ADVISORY DEPARTMENT

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R. - Capital Market Authority 11153-37

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

800 124 3232 | www.sfc.sa C.R. 1010231217, PO Box 23454, Riyadh 11426,

Saudi Arabia, Head Office Riyadh